UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas

Financial Statement and Regulatory-Required Supplementary
Information with Independent Auditor's Report

For the Year Ended June 30, 2024

MAPES & MILLER LLP
Certified Public Accountants
Quinter, Kansas

UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas

Financial Statement and Regulatory-Required Supplementary
Information with Independent Auditor's Report

For the Year Ended June 30, 2024

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INDEPENDENT AUDITOR'S REPORT

To the Board of Education
Unified School District No. 316
Rexford, Kansas 67753

Adverse and Unmodified Opinions

We have audited the accompanying fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances of Unified School District No. 316, Rexford, Kansas, as of and for the year ended June 30, 2024, and the related notes to the financial statement.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse and Unmodified Opinions section of our report, the accompanying financial statement referred to above does not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of Unified School District No. 316 as of June 30, 2024, or changes in the financial position and cash flows thereof for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the aggregate cash and unencumbered cash balance of Unified School District No. 316 as of June 30, 2024, and the aggregate receipts and expenditures for the year then ended in accordance with the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide* described in Note 1.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the *Kansas Municipal Audit and Accounting Guide*. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statement section of our report. We are required to be independent of Unified School District No. 316, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 of the financial statement, the financial statement is prepared by Unified School District No. 316 on the basis of the financial reporting provisions of the *Kansas Municipal Audit and Accounting Guide*, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Responsibilities of Management for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the *Kansas Municipal Audit and Accounting Guide* as described in Note 1; this includes determining that the regulatory basis of accounting is an acceptable basis for the preparation of the financial statement in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statement that is free from material misstatement, whether due to fraud or error.

In preparing the financial statement, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about Unified School District No. 316's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Unified School District No. 316's internal control. Accordingly, no such opinion is expressed.

- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about Unified School District No. 316's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the fund summary statement of regulatory basis receipts, expenditures, and unencumbered cash balances (basic financial statement) as a whole. The summary of regulatory basis expenditures-actual and budget, individual fund schedules of regulatory basis receipts and expenditures-actual and budget, schedule of regulatory basis receipts and disbursements-agency funds, and schedule of regulatory basis receipts, expenditures and unencumbered cash-district activity funds (Schedules 1, 2, 3 and 4 as listed in the table of contents) are presented for purposes of additional analysis and are not a required part of the basic financial statement, however are required to be presented under the provisions of the *Kansas Municipal Audit and Accounting Guide*. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statement. The information has been subjected to the auditing procedures applied in the audit of the basic financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statement or to the basic financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplementary information is fairly stated in all material respects, in relation to the basic financial statement as a whole, on the basis of accounting described in Note 1.

Mapes & Miller LLP
Certified Public Accountants
Quinter, Kansas

October 8, 2024

UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas
Summary Statement of Receipts, Expenditures, and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2024

Funds	Beginning Unencumbered Cash Balance	Prior Year Cancelled Encumbrances	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
General Funds:							
General Fund	$ 0	0	2,205,442	2,205,442	0	48,371	48,371
Supplemental General Fund	18,043	0	699,261	693,661	23,643	2,907	26,550
Special Purpose Funds:							
Preschool-Aged At-Risk Fund	39,550	0	35,000	29,578	44,972	2,465	47,437
At-Risk Fund (K-12)	92,318	0	350,477	362,493	80,302	21,127	101,429
Bilingual Education Fund	38,772	0	41,729	33,898	46,603	2,662	49,265
Driver Training Fund	16,077	0	13,160	12,665	16,572	0	16,572
Capital Outlay Fund	602,722	0	490,727	185,056	908,393	11,500	919,893
Food Service Fund	48,685	0	138,006	143,606	43,085	817	43,902
Professional Development Fund	22,769	0	17,460	11,249	28,980	0	28,980
Special Education Fund	140,146	0	369,143	345,613	163,676	710	164,386
Career and Postsecondary Education Fund	77,044	0	45,430	62,646	59,828	0	59,828
KPERS Special Retirement Contribution Fund	0	0	249,109	249,109	0	0	0
Gifts and Grants Fund	67,352	0	220,293	58,102	229,543	7,324	236,867
Federal Funds	19,293	0	261,507	290,689	(9,889)	12,550	2,661
Textbook and Student Material Revolving Fund	57,550	0	46,385	36,239	67,696	0	67,696
Contingency Reserve Fund	206,061	0	324,489	32,000	498,550	0	498,550
District Activity Funds (Schedule 4)	763	0	39,195	31,465	8,493	0	8,493
Trust Funds:							
Scholarship Fund	2,384	0	100	1,000	1,484	0	1,484
Total Reporting Entity (Excluding Agency Funds)	$ **1,449,529**	**0**	**5,546,913**	**4,784,511**	**2,211,931**	**110,433**	**2,322,364**

The notes to the financial statement are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas
Summary Statement of Receipts, Expenditures and Unencumbered Cash
Regulatory Basis
For the Year Ended June 30, 2024

Composition of Cash:

The Bank - Selden, Kansas		
Checking Accounts	$	2,295,853
NOW Account		1,000
Certificates of Deposit		109,500
Total Cash		2,406,353
Agency Funds Per Schedule 3		(83,989)
Total Reporting Entity (Excluding Agency Funds)	$	**2,322,364**

The notes to the financial statement are an integral part of this statement.

UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas
Notes to the Financial Statement
June 30, 2024

1. Summary of Significant Accounting Policies

(a) Municipal Financial Reporting Entity

Unified School District No. 316, Rexford, Kansas, operates as a unified school district in accordance with the laws of the State of Kansas. The District is operated by an elected board of education and provides the following services: education, culture and recreation. This regulatory financial statement presents only Unified School District No. 316.

(b) Regulatory Basis Fund Types

The following types of funds comprise the financial activities of the District for the year ended June 30, 2024:

General Fund – the chief operating fund. Used to account for all resources except those required to be accounted for in another fund.

Special Purpose Fund – used to account for the proceeds of specific tax levies and other specific regulatory receipt sources (other than Capital Project and tax levies for long-term debt) that are intended for specified purposes.

Trust Fund – funds used to report assets held in trust for the benefit of the District (i.e. pension funds, investment trust funds, private purpose trust funds which benefit the District, scholarship funds, etc.).

Agency Fund – funds used to report assets held by the District in a purely custodial capacity.

(c) Regulatory Basis of Accounting and Departure from Accounting Principles Generally Accepted in the United States of America

The *Kansas Municipal Audit and Accounting Guide* (KMAAG) regulatory basis of accounting involves the recognition of cash, cash equivalents, marketable investments, and certain accounts payable and encumbrance obligations to arrive at a net unencumbered cash and investments balance on a regulatory basis for each fund, and the reporting of changes in unencumbered cash and investments of a fund resulting from the difference in regulatory basis receipts and regulatory basis expenditures for the fiscal year. All recognized assets and liabilities are measured and reported at cost unless they have been permanently impaired and have no future cash value or represent no future obligation against cash. The KMAAG regulatory basis does not recognize capital assets, long-term debt, accrued receivables and payables, or any other assets, liabilities or deferred inflows or outflows, other than those mentioned above.

The District has approved a resolution that is in compliance with K.S.A. 75-1120a(c), waiving the requirement for application of generally accepted accounting principles and allowing the District to use the regulatory basis of accounting.

(d) Budgetary Information

Kansas statutes require that an annual operating budget be legally adopted for the general fund, special purpose funds (unless specifically exempted by statute), bond and interest funds, and business funds. Although directory rather than mandatory, the statutes provide for the following sequence and timetable in the adoption of the legal annual operating budget:

1. Preparation of the budget for the succeeding calendar year on or before August 1st.

2. Publication in local newspaper on or before August 5th of the proposed budget and notice of public hearing on the budget.

3. Public hearing on or before August 15th, but at least ten days after publication of notice of hearing.

4. Adoption of final budget on or before August 25th.

If the District is holding a revenue neutral rate hearing, the budget timeline for adoption of the final budget has been adjusted to on or before September 20th. The District did hold a revenue neutral rate hearing for this year.

The statutes allow for the governing body to increase the originally adopted budget for increases in regulatory receipts other than ad valorem property taxes. To do this, a notice of public hearing to amend the budget must be published in the local newspaper. At least ten days after publication, the hearing may be held and the governing body may amend the budget at that time. There were budget amendments for the following funds: General Fund and At-Risk Fund (K-12).

The statutes permit transferring budgeted amounts between line items within an individual fund. However, such statutes prohibit expenditures in excess of the total amount of the adopted budget of expenditures of individual funds. Budget comparison schedules are presented, Schedule 2 as listed in the table of contents, for each fund showing actual receipts and expenditures compared to legally budgeted receipts and expenditures.

All legal annual operating budgets are prepared using the regulatory basis of accounting, in which, regulatory receipts are recognized when cash is received and expenditures include disbursements, accounts payable, and encumbrances, with disbursements being adjusted for prior year's accounts payable and encumbrances. Encumbrances are commitments by the municipality for future payments and are supported by a document evidencing the commitment, such as a purchase order or contract. Any unused budgeted expenditure authority lapses at year-end.

A legal operating budget is not required for capital project funds, trust funds, and the following special purpose funds: Textbooks and Student Material Revolving Fund, and Contingency Reserve Fund.

Spending in funds which are not subject to the legal annual operating budget requirement is controlled by federal regulations, other statutes, or by the use of internal spending limits established by the governing body.

(e) Reimbursements

The District records reimbursable expenditures in the fund that makes the disbursement and records reimbursements as a receipt to the fund that receives the reimbursement. For purposes of budgetary comparisons, the expenditures are properly offset by the reimbursements under KMAAG regulatory basis accounting.

2. Deposits and Investments

K.S.A. 9-1401 establishes the depositories which may be used by the District. The statute requires banks eligible to hold the District's funds have a main or branch bank in the county in which the District is located, or in an adjoining county if such institution has been designated as an official depository, and the banks provide an acceptable rate of return on funds. In addition, K.S.A. 9-1402 requires the banks to pledge securities for deposits in excess of FDIC coverage. The District has no other policies that would further limit interest rate risk.

K.S.A. 12-1675 limits the District's investment of idle funds to time deposits, open accounts, and certificates of deposit with allowable financial institutions; U.S. government securities; temporary notes; no-fund warrants; repurchase agreements; and the Kansas Municipal Investment Pool. The District has no investment policy that would further limit its investment choices.

Concentration of credit risk. State statutes place no limit on the amount the District may invest in any one issuer as long as the investments are adequately secured under K.S.A. 9-1402 and 9-1405.

Custodial credit risk – deposits. Custodial credit risk is the risk that in the event of a bank failure, the District's deposits may not be returned to it. State statutes require the District's deposits in financial institutions to be entirely covered by federal depository insurance or by collateral held under a joint custody receipt issued by a bank within the State of Kansas, the Federal Reserve Bank of Kansas City, or the Federal Home Loan Bank of Topeka, except during designated "peak periods" when required coverage is 50%. All deposits were legally secured at June 30, 2024.

At June 30, 2024, the District's carrying amount of deposits was $2,406,353 and the bank balance was $2,491,872. The bank balance was held by one bank resulting in a concentration of credit risk. Of the bank balance, $250,000 was covered by federal depository insurance and the balance of $2,241,872 was collateralized with securities held by the pledging financial institution's agent in the District's name.

Custodial Credit Risk – Investments. For an investment, this is the risk that, in the event of the failure of the issuer or counterparty, the District will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. State statutes require investments to be adequately secured. The District had no investments at June 30, 2024.

3. Defined Benefit Pension Plan

Plan description. The District participates in the Kansas Public Employees Retirement System (KPERS), a cost-sharing multiple-employer defined benefit pension plan as provided by K.S.A. 74-4901, et seq. Kansas law establishes and amends benefit provisions. KPERS issues a publicly available financial report that includes financial statements and required supplementary information. KPERS' financial statements are included in its Comprehensive Annual Financial Report which can be found on the KPERS website at www.kpers.org or by writing to KPERS (611 South Kansas, Suite 100, Topeka, KS 66603) or by calling 1-888-275-5737.

Contributions. K.S.A. 74-4919 and K.S.A. 74-49,210 establish the KPERS member-employee contribution rates. KPERS has multiple benefit structures and contribution rates depending on whether the employee is a KPERS 1, KPERS 2 or KPERS 3 member. KPERS 1 members are active and contributing members hired before July 1, 2009. KPERS 2 members were first employed in a covered position on or after July 1, 2009, and KPERS 3 members were first employed in a covered position on or after January 1, 2015. Effective January 1, 2015, Kansas law established the KPERS member-employee contribution rate at 6% of covered salary for KPERS 1, KPERS 2 and KPERS 3 members. Member contributions are withheld by their employer and paid to KPERS according to the provisions of Section 414(h) of the Internal Revenue Code.

State law provides that the employer contribution rates for KPERS 1, KPERS 2 and KPERS 3 be determined based on the results of each annual actuarial valuation. Kansas law sets a limitation on annual increases in the employer contribution rates. The actuarially determined employer contribution rate and the statutory contribution rate (not including the 1% contribution rate for the Death and Disability Program) was 13.88% and 13.11%, respectively, for the fiscal year ended June 30, 2023. The actuarially determined employer contribution rate and the statutory contribution rate was 13.38% and 12.57% for the fiscal year ended June 30, 2024.

The 2015 Legislature passed, and the Governor approved Senate Bill 228 authorizing the issuance of $1.0 billion in pension obligation bonds to fund a portion of the School-Group's unfunded actuarial liability. The bonds were successfully issued in August 2015 and the proceeds transferred to the System.

The 2021 Legislature passed House Bill 2405, which authorizes the State of Kansas to issue pension obligation bonds, series 2021K, net proceeds of $500 million to fund a portion of the School-Group's unfunded actuarial liability. The bond proceeds were received by KPERS on August 26, 2021.

The 2022 Legislature passed Senate Bill 421, which authorized the State of Kansas to transfer $1.125 billion from the State General Fund directly to KPERS in Fiscal Years 2022 and 2023. The first $253.9 million paid off outstanding accounts receivable for KPERS-School employer contributions withheld in Fiscal Year 2017 and Fiscal Year 2019 while the remaining $871.1 million was applied to the KPERS-School unfunded actuarial liability. In Fiscal Year 2022, $600 million was transferred in May/June 2022.

In addition, Senate Bill 421 authorizes two additional transfers in Fiscal Year 2023 which totaled $271.1 million. The first transfer of $146.1 million was received on August 1, 2022. The second transfer of $125 million was received on December 1, 2022.

The State of Kansas is required to contribute the statutory required employer's share except for retired District employees. The District is responsible for the employer's portion of the cost for retired District employees. The District received and remitted amounts equal to the statutory contribution rate, which totaled $249,109 for the year ended June 30, 2024.

Net Pension Liability

At June 30, 2024, the District's proportionate share of the collective net pension liability reported by KPERS was $2,473,398. The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2022, which was rolled forward to June 30, 2023. The District's proportion of the net pension liability was based on the ratio of the District's contributions to KPERS, relative to the total employer and non-employer contributions of the State/School subgroup within KPERS for the fiscal year ended June 30, 2023. Since the KMAAG regulatory basis of accounting does not recognize long-term debt, this liability is not reported in this financial statement.

The complete actuarial valuation report including all actuarial assumptions and methods, and the report on the allocation of the KPERS collective net pension liability to all participating employers are publicly available on the website at www.kpers.org or can be obtained as described above.

4. Subsequent Event

Management has evaluated the effects on the financial statement of subsequent events occurring through the date of this report, which is the date the financial statement was available to be issued.

5. Other Long-Term Obligations from Operations

(a) Compensated Absences

Discretionary Leave - Classified

Each classified employee shall be granted thirteen days of discretionary leave per year or a percentage of these days based upon the days stated in their contract. Any unused discretionary leave at year-end becomes accumulated personal sick leave to a maximum of 480 hours. There is no payment for unused discretionary leave or sick leave when an employee ceases employment with the District.

Discretionary Leave-Certified

Each teacher shall be granted thirteen days of discretionary leave per year. Any unused discretionary leave at year-end becomes accumulated personal sick leave to a maximum of 480 hours. Any sick leave accumulated beyond 480 hours is donated to the sick leave pool. Upon the teacher's resignation or retirement from the District, unused leave will be paid at one-half the current sub pay rate per day up to the maximum of sixty days. The amount of sick leave payable as of June 30, 2024, was $40,649.

Vacation Leave

Full-time, twelve-month classified employees receive ninety-six hours of vacation time each year on July 1st. The maximum vacation leave accumulation is twenty days, and it must be used within two years of accrual. Employees leaving the District may choose to be paid for accrued vacation time at the employee's regular daily rate of pay. The amount of accrued vacation leave payable as of June 30, 2024, was $12,894.

(b) Other Post-Employment Benefits

As provided by K.S.A. 12-5040, the District allows retirees to participate in the group health insurance plan. The District pays $475 per month for each retiree, or the amount specified in the professional negotiations agreement, and each retiree is responsible for the balance. During the year ended June 30, 2024, no retirees participated in this plan. Any remaining subsidy to retirees due to the plan's level premium structure has not been quantified in the financial statement.

Under the Consolidated Omnibus Budget Reconciliation Act (COBRA), the District makes health care benefits available to eligible former employees and eligible dependents. Certain requirements are outlined by the federal government for this coverage. The premium is paid in full by the insured.

(c) Death and Disability Other Post-Employment Benefits

As provided by K.S.A. 74-4927, disabled members in the Kansas Public Retirement System (KPERS) receive long-term disability benefits and life insurance benefits. The plan is administered through a trust held by KPERS that is funded to pay annual benefit payments. The employer contribution rate is set at 1% for the year ended June 30, 2024.

(d) Termination Benefits

The District provides an early retirement program for certified eligible employees with at least fifteen years of continuous employment with the District. To be eligible the employee must be at least age 60, younger than full social security retirement age, and have a combined total age, including credit for years of service in KPERS, equal to or greater than eighty-five. Those eligible under this program receive 10% of their final year contract for the final year full time service with the District. The early retirement benefit is paid to the retiree in equal monthly payments until the retiree reaches full social security retirement age. The last payment, including any balance due, shall be made in the month the retiree reaches full social security retirement age. As of June 30, 2024, the District did not have any retired employees receiving benefits under this program.

6. Stewardship, Compliance, and Accountability

(a) Cash Violation

K.S.A. 10-1113 requires each fund to comply with the cash-basis laws of the State of Kansas. That is, no commitments or indebtedness should be incurred unless there is available cash in the fund. The Title I Fund, Title IV Fund, and ESSER III Fund both incurred indebtedness in excess of available cash. However, K.S.A. 12-1664 allows a deficit unencumbered cash balance for federal aid funds. The deficits are expected to be eliminated when federal grant proceeds are received.

(b) Funds Disbursed by Law

K.S.A. 12-105b requires all claims against a municipality be presented in writing and approved by the governing body prior to payment unless the claim meets one of the exemptions listed in K.S.A. 12-105b. K.S.A. 12-105b(e) does allow a municipality to authorize an officer or employee to pay any claim prior to approval by the governing body that provides a discount for prepayment, or to avoid assessment of a penalty for late payment. The credit card payments to INTRUST Bank were made prior to board approval but they do not appear to meet the requirements of K.S.A. 12-105b(e).

7. Interfund Transfers

The District's operating transfers for the year ended June 30, 2024, were as follows:

From	To	Regulatory Authority	Amount
General Fund	At Risk Fund (K-12)	K.S.A. 72-5167	$ 275,770
General Fund	Capital Outlay Fund	K.S.A. 72-5167	200,000
General Fund	Professional Development Fund	K.S.A. 72-5167	978
General Fund	Special Education Fund	K.S.A. 72-5167	227,444
General Fund	Contingency Reserve Fund	K.S.A. 72-5167	324,489
Supplemental General Fund	Preschool-Aged At-Risk Fund	K.S.A. 72-5143	35,000
Supplemental General Fund	At Risk Fund (K–12)	K.S.A. 72-5143	74,707
Supplemental General Fund	Bilingual Education Fund	K.S.A. 72-5143	41,729
Supplemental General Fund	Driver Training Fund	K.S.A. 72-5143	12,000
Supplemental General Fund	Food Service Fund	K.S.A. 72-5143	13,200
Supplemental General Fund	Professional Development Fund	K.S.A. 72-5143	15,000
Supplemental General Fund	Special Education Fund	K.S.A. 72-5143	123,674
Supplemental General Fund	Career and Postsecondary Education Fund	K.S.A. 72-5143	45,260

8. Risk Management

The District is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The District has been unable to obtain workers compensation insurance at a cost it considered to be economically justifiable. For this reason, the District joined together with other school districts in the State to participate in the Kansas Association of School Boards (KASB) Workers Compensation Fund, Inc., a public entity risk pool currently operating as a common risk management and insurance program for 120 participating members.

The District pays an annual premium to KASB Workers Compensation Fund, Inc., for its workers compensation insurance coverage. The agreement to participate provides that the group will be self-sustaining through member premiums and will reinsure through commercial companies for claims in excess of certain limits for each insured event. Additional premiums may be due if total claims for the pool are different than what has been anticipated by the management of KASB Workers Compensation Fund, Inc.

The District continues to carry commercial insurance for all other risks of loss, including property, liability, and automobile insurance. The District joined Kansas Educational Risk Management Pool LLC (KERMP) to obtain this coverage. KERMP is a non-profit LLC made up of participating Districts. The agreement to participate provides that the group will be self-sustaining through participating districts' premiums and will reinsure through commercial companies for claims in excess of certain limits for each insured event. Additional premiums may be due if total claims are different than what has been anticipated by the management of KERMP.

9. Litigation

The District is party to various claims, none of which is expected to have a material financial impact on the financial statement.

REGULATORY-REQUIRED
SUPPLEMENTARY INFORMATION

UNIFIED SCHOOL DISTRICT NO. 316

SCHEDULE 1

Rexford, Kansas

Summary of Expenditures - Actual and Budget

Regulatory Basis

For the Year Ended June 30, 2024

Funds	Certified Budget	Adjustments to Comply with Legal Max	Adjustment for Qualifying Budget Credits	Total Budget for Comparison	Expenditures Chargeable to Current Year	Variance Over (Under)
General Funds:						
General Fund	$ 2,259,072	(138,394)	84,764	2,205,442	2,205,442	0
Supplemental General Fund	693,661	0	0	693,661	693,661	0
Special Purpose Funds:						
Preschool-Aged At-Risk Fund	74,549	0	0	74,549	29,578	(44,971)
At-Risk Fund (K-12)	407,041	0	0	407,041	362,493	(44,548)
Bilingual Education Fund	45,074	0	0	45,074	33,898	(11,176)
Driver Training Fund	27,427	0	0	27,427	12,665	(14,762)
Capital Outlay Fund	704,365	0	0	704,365	185,056	(519,309)
Food Service Fund	216,897	0	0	216,897	143,606	(73,291)
Professional Development Fund	24,269	0	0	24,269	11,249	(13,020)
Special Education Fund	524,356	0	0	524,356	345,613	(178,743)
Career and Postsecondary Education Fund	83,225	0	0	83,225	62,646	(20,579)
KPERS Special Retirement Contribution Fund	288,677	0	0	288,677	249,109	(39,568)
Gifts and Grants Fund	182,281	0	0	182,281	58,102	(124,179)
Federal Funds	267,700	0	0	267,700	290,689	22,989 *

* Exempt from budget law per K.S.A. 12-1663

UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas
General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over (Under)
Receipts:			
Mineral Production Tax	$ **1,720**	0	1,720
State General Aid	**1,951,990**	1,954,037	(2,047)
State Special Education Aid	**166,968**	305,035	(138,067)
Reimbursements	**84,764**	0	84,764
Total Receipts	**2,205,442**	2,259,072	(53,630)
Expenditures:			
Instruction	**706,325**	857,932	(151,607)
Student Support Services	**0**	400	(400)
Instructional Support Staff	**177**	0	177
General Administration	**129,541**	129,625	(84)
School Administration	**126,678**	141,700	(15,022)
Central Services	**53,871**	71,100	(17,229)
Operations and Maintenance	**18,021**	16,000	2,021
Vehicle Operating Services	**51,173**	76,550	(25,377)
Vehicle Service & Maintenance Services	**1,603**	4,650	(3,047)
Student Transportation Services - Supervision	**7,958**	9,010	(1,052)
Other Support Services	**81,414**	85,300	(3,886)
Transfer to At-Risk Fund (K-12)	**275,770**	275,770	0
Transfer to Capital Outlay Fund	**200,000**	250,000	(50,000)
Transfer to Professional Development Fund	**978**	0	978
Transfer to Special Education Fund	**227,444**	341,035	(113,591)
Transfer to Contingency Reserve Fund	**324,489**	0	324,489
Adjustment to Comply with Legal Max	**0**	(138,394)	138,394
Legal General Fund Budget	**2,205,442**	2,120,678	84,764
Adjustments for Qualifying Budget Credits			
Reimbursements	**0**	84,764	(84,764)
Total Expenditures	**2,205,442**	2,205,442	0
Receipts Over (Under) Expenditures	**0**		
Unencumbered Cash, Beginning	**0**		
Prior Year Cancelled Encumbrances	**0**		
Unencumbered Cash, Ending	$ **0**		

UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas
Supplemental General Fund
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over (Under)
Receipts:			
Ad Valorem Property Tax			
Tax in Process	$ **15,971**	13,542	2,429
Current Tax	**536,826**	556,393	(19,567)
Delinquent Tax	**5,096**	5,477	(381)
Motor Vehicle Tax	**32,366**	23,556	8,810
Recreational Vehicle Tax	**1,050**	922	128
Commercial Vehicle Tax	**1,960**	1,923	37
Watercraft	**186**	0	186
Supplemental State Aid	**73,806**	73,806	0
Transfer from Contingency Reserve Fund	**32,000**	0	32,000
Total Receipts	**699,261**	675,619	23,642
Expenditures:			
Instruction	**122,188**	57,500	64,688
Student Support Services	**1,745**	500	1,245
Instructional Support Staff	**0**	1,000	(1,000)
General Administration	**47,880**	243,500	(195,620)
School Administration	**28,343**	16,400	11,943
Operations and Maintenance - Transportation Services	**60**	2,000	(1,940)
Operations and Maintenance	**70,797**	110,500	(39,703)
Vehicle Operating Services	**19,190**	50,000	(30,810)
Vehicle Services & Maintenance Services	**42,888**	16,500	26,388
Transfer to Preschool-Aged At-Risk Fund	**35,000**	35,000	0
Transfer to At-Risk Fund (K-12)	**74,707**	54,261	20,446
Transfer to Bilingual Education Fund	**41,729**	6,500	35,229
Transfer to Driver Training Fund	**12,000**	10,000	2,000
Transfer to Food Service Fund	**13,200**	35,000	(21,800)
Transfer to Professional Development Fund	**15,000**	10,000	5,000
Transfer to Special Education Fund	**123,674**	35,000	88,674
Transfer to Career and Postsecondary Education Fund	**45,260**	10,000	35,260
Total Expenditures	**693,661**	693,661	0
Receipts Over (Under) Expenditures	**5,600**		
Unencumbered Cash, Beginning	**18,043**		
Prior Year Cancelled Encumbrances	**0**		
Unencumbered Cash, Ending	$ **23,643**		

UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over (Under)
Preschool-Aged At-Risk Fund			
Receipts:			
Transfer from Supplemental General Fund	**$ 35,000**	35,000	0
Expenditures:			
Instruction	**29,578**	74,549	(44,971)
Receipts Over (Under) Expenditures	**5,422**		
Unencumbered Cash, Beginning	**39,550**		
Prior Year Cancelled Encumbrances	**0**		
Unencumbered Cash, Ending	**$ 44,972**		
At-Risk Fund (K-12)			
Transfer from General Fund	**$ 275,770**	275,770	0
Transfer from Supplemental General Fund	**74,707**	70,060	4,647
Total Receipts	**350,477**	345,830	4,647
Expenditures:			
Instruction	**309,330**	378,534	(69,204)
Student Support Services	**53,163**	28,507	24,656
Total Expenditures	**362,493**	407,041	(44,548)
Receipts Over (Under) Expenditures	**(12,016)**		
Unencumbered Cash, Beginning	**92,318**		
Prior Year Cancelled Encumbrances	**0**		
Unencumbered Cash, Ending	**$ 80,302**		

UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over (Under)
Bilingual Education Fund			
Receipts:			
Transfer from Supplemental General Fund	**$ 41,729**	6,500	35,229
Expenditures:			
Instruction	**33,898**	45,074	(11,176)
Receipts Over (Under) Expenditures	**7,831**		
Unencumbered Cash, Beginning	**38,772**		
Prior Year Cancelled Encumbrances	**0**		
Unencumbered Cash, Ending	**$ 46,603**		
Driver Training Fund			
Receipts:			
State Safety Aid	**$ 1,160**	1,350	(190)
Transfer from Supplemental General Fund	**12,000**	10,000	2,000
Total Receipts	**13,160**	11,350	1,810
Expenditures:			
Instruction	**12,665**	27,427	(14,762)
Receipts Over (Under) Expenditures	**495**		
Unencumbered Cash, Beginning	**16,077**		
Prior Year Cancelled Encumbrances	**0**		
Unencumbered Cash, Ending	**$ 16,572**		

UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over (Under)
Capital Outlay Fund			
Receipts:			
Ad Valorem Property Tax			
Tax in Process	$ **4,935**	2,438	2,497
Current Tax	**159,452**	163,371	(3,919)
Delinquent Tax	**1,125**	1,688	(563)
Motor Vehicle Tax	**4,409**	3,361	1,048
Recreational Vehicle Tax	**240**	132	108
Commercial Vehicle Tax	**422**	275	147
Interest on Idle Funds	**111,149**	0	111,149
Other Revenue From Local Source	**8,995**	0	8,995
Transfer from General Fund	**200,000**	250,000	(50,000)
Total Receipts	**490,727**	421,265	69,462
Expenditures:			
Instruction	**6,008**	25,000	(18,992)
School Administration	**0**	150,000	(150,000)
Central Services	**3,402**	25,000	(21,598)
Operations and Maintenance	**169,073**	378,200	(209,127)
Vehicle Services & Maintenance Services	**0**	5,000	(5,000)
Other Support Services	**0**	100,000	(100,000)
Building Improvements	**4,547**	17,665	(13,118)
Other	**2,026**	3,500	(1,474)
Total Expenditures	**185,056**	704,365	(519,309)
Receipts Over (Under) Expenditures	**305,671**		
Unencumbered Cash, Beginning	**602,722**		
Prior Year Cancelled Encumbrances	**0**		
Unencumbered Cash, Ending	$ **908,393**		

UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over (Under)
Food Service Fund			
Receipts:			
Federal Aid	$ **99,044**	91,438	7,606
State Aid	**1,056**	857	199
Food Service	**24,706**	40,906	(16,200)
Transfer from Supplemental General Fund	**13,200**	35,000	(21,800)
Total Receipts	**138,006**	168,201	(30,195)
Expenditures:			
Food Service Operations	**143,606**	216,897	(73,291)
Receipts Over (Under) Expenditures	**(5,600)**		
Unencumbered Cash, Beginning	**48,685**		
Prior Year Cancelled Encumbrances	**0**		
Unencumbered Cash, Ending	$ **43,085**		
Professional Development Fund			
Receipts:			
State Aid	$ **1,382**	1,500	(118)
Other Revenue From Local Source	**100**	0	100
Transfer from General Fund	**978**	0	978
Transfer from Supplemental General Fund	**15,000**	10,000	5,000
Total Receipts	**17,460**	11,500	5,960
Expenditures:			
Instructional Support Staff	**11,152**	21,769	(10,617)
Central Services	**97**	2,500	(2,403)
Total Expenditures	**11,249**	24,269	(13,020)
Receipts Over (Under) Expenditures	**6,211**		
Unencumbered Cash, Beginning	**22,769**		
Prior Year Cancelled Encumbrances	**0**		
Unencumbered Cash, Ending	$ **28,980**		

UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over (Under)
Special Education Fund			
Receipts:			
Other Revenue From Local Source	**$ 10,009**	0	10,009
Federal Aid	**8,016**	6,000	2,016
Transfer from General Fund	**227,444**	336,028	(108,584)
Transfer from Supplemental General Fund	**123,674**	35,000	88,674
Total Receipts	**369,143**	377,028	(7,885)
Expenditures:			
Instruction	**345,613**	524,356	(178,743)
Receipts Over (Under) Expenditures	**23,530**		
Unencumbered Cash, Beginning	**140,146**		
Prior Year Cancelled Encumbrances	**0**		
Unencumbered Cash, Ending	**$ 163,676**		
Career and Postsecondary Education Fund			
Receipts:			
Other Revenue From Local Source	**$ 170**	1,300	(1,130)
Transfer from Supplemental General Fund	**45,260**	10,000	35,260
Total Receipts	**45,430**	11,300	34,130
Expenditures:			
Instruction	**60,368**	83,225	(22,857)
Instructional Support Staff	**2,278**	0	2,278
Total Expenditures	**62,646**	83,225	(20,579)
Receipts Over (Under) Expenditures	**(17,216)**		
Unencumbered Cash, Beginning	**77,044**		
Prior Year Cancelled Encumbrances	**0**		
Unencumbered Cash, Ending	**$ 59,828**		

UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas
Special Purpose Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Actual	Budget	Variance Over (Under)
KPERS Special Retirement Contribution Fund			
Receipts:			
State Aid	$ **249,109**	288,677	(39,568)
Expenditures:			
Instruction	**186,832**	216,509	(29,677)
General Administration	**9,964**	11,547	(1,583)
School Administration	**22,420**	25,981	(3,561)
Operation and Maintenance	**12,456**	14,433	(1,977)
Student Transportation Services	**7,473**	8,660	(1,187)
Food Service	**9,964**	11,547	(1,583)
Total Expenditures	**249,109**	288,677	(39,568)
Receipts Over (Under) Expenditures	**0**		
Unencumbered Cash, Beginning	**0**		
Prior Year Cancelled Encumbrances	**0**		
Unencumbered Cash, Ending	$ **0**		
Gifts and Grants Fund			
Receipts:			
State Grant - Mental Health (School Liaison)	$ **15,940**	0	15,940
State Grant - Mental Health (Community Mental Health)	**5,461**	0	5,461
Other Revenue From Local Source	**198,892**	66,500	132,392
Total Receipts	**220,293**	66,500	153,793
Expenditures:			
Instruction	**11,802**	95,731	(83,929)
Student Support Services	**21,344**	0	21,344
Operations & Maintenance	**18,698**	45,000	(26,302)
Other Support Services	**6,258**	41,550	(35,292)
Total Expenditures	**58,102**	182,281	(124,179)
Receipts Over (Under) Expenditures	**162,191**		
Unencumbered Cash, Beginning	**67,352**		
Prior Year Cancelled Encumbrances	**0**		
Unencumbered Cash, Ending	$ **229,543**		

UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas
Special Purpose Funds
Federal Funds
Schedule of Receipts and Expenditures - Actual and Budget
Regulatory Basis
For the Year Ended June 30, 2024

	Rural Enhancement Grant	Title I	Title II	Title IV	Character Education	ESSER III	ARPA Daycare Grant	Total	Budget	Variance Over (Under)
Receipts:										
Federal Aid	$ **16,130**	**47,214**	**3,140**	**1,320**	**0**	**193,703**	**0**	**261,507**	310,128	(48,621)
Expenditures:										
Instruction	**13,334**	**47,383**	**0**	**2,543**	**0**	**155,928**	**0**	**219,188**	222,590	(3,402)
Student Support Services	**0**	**495**	**0**	**700**	**0**	**45,686**	**0**	**46,881**	43,110	3,771
Instructional Support Staff	**0**	**0**	**3,140**	**0**	**0**	**0**	**0**	**3,140**	2,000	1,140
Operations & Maintenance	**202**	**0**	**0**	**0**	**0**	**8,700**	**7,444**	**16,346**	0	16,346
Other Support Services	**0**	**0**	**0**	**0**	**0**	**0**	**5,134**	**5,134**	0	5,134
Total Expenditures	**13,536**	**47,878**	**3,140**	**3,243**	**0**	**210,314**	**12,578**	**290,689**	267,700	22,989
Receipts Over (Under) Expenditures	**2,594**	**(664)**	**0**	**(1,923)**	**0**	**(16,611)**	**(12,578)**	**(29,182)**		
Unencumbered Cash, Beginning	**(1,270)**	**0**	**0**	**0**	**500**	**(28,367)**	**48,430**	**19,293**		
Prior Year Cancelled Encumbrances	**0**	**0**	**0**	**0**	**0**	**0**	**0**	**0**		
Unencumbered Cash, Ending	$ **1,324**	**(664)**	**0**	**(1,923)**	**500**	**(44,978)**	**35,852**	**(9,889)**		

UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas
Special Purpose Funds
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2024

	Actual
Textbook and Student Material Revolving Fund	
Receipts:	
Fees	$ **14,644**
Miscellaneous	**31,741**
Total Receipts	**46,385**
Expenditures:	
Instruction	**36,239**
Receipts Over (Under) Expenditures	**10,146**
Unencumbered Cash, Beginning	**57,550**
Prior Year Cancelled Encumbrances	**0**
Unencumbered Cash, Ending	$ **67,696**
Contingency Reserve Fund	
Receipts	
Transfer from General Fund	$ **324,489**
Expenditures	
Transfer to Supplemental General Fund	**32,000**
Receipts Over (Under) Expenditures	**292,489**
Unencumbered Cash, Beginning	**206,061**
Prior Year Cancelled Encumbrances	**0**
Unencumbered Cash, Ending	$ **498,550**

UNIFIED SCHOOL DISTRICT NO. 316
Rexford, Kansas
Trust Funds
Schedule of Receipts and Expenditures
Regulatory Basis
For the Year Ended June 30, 2024

	Actual
Scholarship Fund	
Receipts	
Donations	$ **100**
Expenditures	
Scholarships	**1,000**
Receipts Over (Under) Expenditures	**(900)**
Unencumbered Cash, Beginning	**2,384**
Prior Year Cancelled Encumbrances	**0**
Unencumbered Cash, Ending	$ **1,484**

UNIFIED SCHOOL DISTRICT NO. 316 SCHEDULE 3

Rexford, Kansas

Agency Funds

Summary of Receipts and Disbursements

Regulatory Basis

For the Year Ended June 30, 2024

Fund	Beginning Cash Balance	Receipts	Disbursements	Ending Cash Balance
High School:				
National Honor Society	$ 2,483	100	893	1,690
Drama/Forensics	1,448	566	610	1,404
FFA	4,270	10,847	11,023	4,094
Cheerleaders	4,528	4,315	3,752	5,091
Dance Team	2,211	0	0	2,211
Varsity Club	5,051	10,299	11,160	4,190
Student Council	5,213	2,018	1,172	6,059
Yearbook	14,823	5,848	5,481	15,190
Class of 2024	29,754	9,917	39,671	0
Class of 2025	9,143	46,647	23,863	31,927
Class of 2026	1,404	7,534	3,513	5,425
Class of 2027	43	6,652	2,141	4,554
Class of 2028	0	163	0	163
Sales Tax	235	5,637	5,675	197
Middle School:				
Cheerleaders	322	7,077	5,605	1,794
Total Agency Funds	$ 80,928	117,620	114,559	83,989

UNIFIED SCHOOL DISTRICT NO. 316

SCHEDULE 4

Rexford, Kansas

District Activity Funds

Schedule of Receipts, Expenditures, and Unencumbered Cash

Regulatory Basis

For the Year Ended June 30, 2024

Funds	Beginning Unencumbered Cash Balance	Receipts	Expenditures	Ending Unencumbered Cash Balance	Add Encumbrances and Accounts Payable	Ending Cash Balance
Gate Receipts						
Athletics	$ 763	39,195	31,465	8,493	0	8,493
Total District Activity Funds	$ 763	39,195	31,465	8,493	0	8,493

A PARTNERSHIP OF PROFESSIONAL CORPORATIONS

Mapes & Miller LLP
Certified Public Accountants & Business Advisors

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October 8, 2024

To the Board of Education
Unified School District No. 316
Rexford, Kansas 67753

We have audited the financial statement of Unified School District No. 316 for the year ended June 30, 2024. Professional standards require that we provide you with information about our responsibilities under generally accepted auditing standards, as well as certain information related to the planned scope and timing of our audit. We have communicated such information in our letter to you dated June 28, 2023. Professional standards also require that we communicate to you the following information related to our audit.

Significant Audit Findings

Qualitative Aspects of Accounting Practices

Management is responsible for the selection and use of appropriate accounting policies. The significant accounting policies used by Unified School District No. 316 are described in Note 1 to the financial statement. No new accounting policies were adopted, and the application of existing policies was not changed during 2024. We noted no transactions entered into by Unified School District No. 316 during the year for which there is a lack of authoritative guidance or consensus. All significant transactions have been recognized in the financial statement in the proper period.

Accounting estimates are an integral part of the financial statement prepared by management and are based on management's knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statement and because of the possibility that future events affecting them may differ significantly from those expected. No estimates were made by management for the year ended June 30, 2024.

The financial statement disclosures are neutral, consistent, and clear.

Difficulties Encountered in Performing the Audit

We encountered no significant difficulties in dealing with management in performing and completing our audit.

Corrected and Uncorrected Misstatements

Professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that are clearly trivial, and communicate them to the appropriate level of management. Management has corrected all such misstatements. The attached schedule summarizes the material misstatements detected as a result of audit procedures that were corrected by management.

Disagreements with Management

For purposes of this letter, a disagreement with management is a financial accounting, reporting, or auditing matter, whether or not resolved to our satisfaction, that could be significant to the financial statement or the auditor's report. We are pleased to report that no such disagreements arose during the course of our audit.

Management Representations

We have requested certain representations from management that are included in the management representation letter dated October 8, 2024.

Management Consultations with Other Independent Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters, similar to obtaining a "second opinion" on certain situations. If a consultation involves application of an accounting principle to Unified School District No. 316's financial statement or a determination of the type of auditor's opinion that may be expressed on that statement, our professional standards require the consulting accountant to check with us to determine that the consultant has all the relevant facts. To our knowledge, there were no such consultations with other accountants.

Other Audit Findings or Issues

We generally discuss a variety of matters, including the application of accounting principles and auditing standards, with management each year prior to retention as the District's auditors. However, these discussions occurred in the normal course of our professional relationship and our responses were not a condition to our retention.

We also noted other matters relating to the accounting procedures and system of internal control utilized by the District in maintaining its financial records in accordance with the regulatory basis and budget laws of the State of Kansas. The following matters were considered during our audit of the financial statement for the year ended June 30, 2024:

<u>District</u>

1. The monthly bank reconciliation for June 2024 was completed solely by the board clerk due to the absence of the board treasurer. When it is necessary for the board clerk to complete the bank reconciliation, we recommend the superintendent review in detail the bank reconciliation and bank statement. Once reviewed, the board clerk and superintendent should initial and date both.

2. Currently, the clerk's online banking login credentials are being used to both upload and authorized the monthly payroll. We suggest the authorization of the monthly payroll be completed by another online user. This would enable the segregation of duties between the uploading and authorizing of payroll as well as provide an audit trail of who completed each task.

Other Matters

We were engaged to report on the regulatory-required supplementary information which accompany the financial statement. With respect to this regulatory-required supplementary information, we made certain inquiries of management and evaluated the form, content, and methods of preparing the information to determine that the information complies with the regulatory basis of accounting described in Note 1 to the financial statement, the method of preparing it has not changed from the prior period, and the information is appropriate and complete in relation to our audit of the financial statement. We compared and reconciled the regulatory-required supplementary information to the underlying accounting records used to prepare the financial statement or to the financial statement itself.

Restriction on Use

This information is intended solely for the use of the board of education and management of Unified School District No. 316 and is not intended to be, and should not be, used by anyone other than these specified parties.

Mapes & Miller LLP
Certified Public Accountants
Quinter, Kansas

UNIFIED SCHOOL DISTRICT NO. 316

Rexford, Kansas

Statement of Corrected Misstatements

For the Year Ended June 30, 2024

Account	Description	Debit	Credit
AJE01			
RECLASS DAYCARE EXPENSE			
06-2900-120-000	Salaries Daycare Provider	$ 1,031	
06-901-000-000	Cash Account		1,031
83-2900-120-000	Salaries Daycare Provider		1,031
83-901-000-000	Cash Account	1,031	
Total		**2,062**	**2,062**
AJE02			
RECLASS EXPENDITURES FROM GENERAL TO LOB			
06-1000-590-103	Service Internet Access GS		1,031
06-901-000-000	Cash Account	1,031	
08-1000-590-103	Service Internet Access GS	1,031	
08-901-000-000	Cash Account		1,031
Total		**2,062**	**2,062**
AJE03			
RECORD ADDITIONAL ENCUMBRANCES			
16-1000-600-434	Uniforms	2,322	
16-901-000-000	Cash Account		2,322
97-2620-600-000	Supplies	4,022	
97-901-000-000	Cash Account		4,022
Total		**6,344**	**6,344**
AJE04			
REVERSE ENCUMBRANCE FOR INSURANCE FOR FISCAL YR 24-25			
08-2300-520-523	Insurance		124,489
08-901-000-000	Cash Account	124,489	
Total		**124,489**	**124,489**
AJE05			
RECLASS HEALTH INSURANCE FROM GENERAL TO LOB			
06-1000-210-000	Insurance Medical Instruction		83,973
06-2300-210-000	Insurance Medical Do		950
06-2400-210-000	Insurance Medical Po		15,048
06-2720-210-000	Insurance Medical Bus Drivers		24,518
06-901-000-000	Cash Account	124,489	
08-1000-210-000	Insurance	83,973	
08-2300-210-000	Insurance Medical DO	950	
08-2400-210-000	Insurance Medical PO	15,048	
08-2720-210-000	Insurance Medical Bus Drivers	24,518	
08-901-000-000	Cash Account		124,489
Total		$ **248,978**	**248,978**

UNIFIED SCHOOL DISTRICT NO. 316

Rexford, Kansas

Statement of Corrected Misstatements

For the Year Ended June 30, 2024

Account	Description	Debit	Credit
AJE06			
RCD ADDITIONAL TRANSFER FROM GENERAL TO CONTINGENCY			
06-5200-970-000	Transfer Contingency Reserve	$ 124,489	
06-901-000-000	Cash Account		124,489
53-5206-000-000	Transfer From General		124,489
53-901-000-000	Cash Account	124,489	
Total		**248,978**	**248,978**
AJE07			
RCD ADDITIONAL TRANSFER FROM LOB TO CAPITAL OUTLAY			
08-5200-954-000	Transfer to Career & Postsecondary Education	260	
08-901-000-000	Cash Account		260
34-5208-000-000	Transfer from Supplemental General		260
34-901-000-000	Cash Account	260	
Total		**520**	**520**
AJE08			
RECLASS HELD AUGUST PAYROLL CHECKS			
06-931-000-000	General Fund Accounts Payable		48,371
06-901-000-000	General Fund Ending Cash Account	48,371	
11-931-000-000	At-Risk (4 Year Old) Accounts Payable		2,465
11-901-000-000	At-Risk (4 Year Old) Cash Account	2,465	
13-931-000-000	At-Risk Fund (K-12) Accounts Payable		21,127
13-901-000-000	At-Risk Fund (K-12) Cash Account	21,127	
14-931-000-000	Bilingual Education Accounts Payable		2,662
14-901-000-000	Bilingual Education Cash Account	2,662	
16-931-000-000	Capital Outlay Accounts Payable		2,131
16-901-000-000	Capital Outlay Cash Account	2,131	
24-931-000-000	Food Service Accounts Payable		817
24-901-000-000	Food Service Cash Account	817	
30-931-000-000	Special Education Accounts Payable		710
30-901-000-000	Special Education Cash Account	710	
91-931-000-000	Gifts & Grants Accounts Payable		1,324
91-901-000-000	Gifts & Grants Cash Account	1,324	
97-931-000-000	ESSER III Accounts Payable		4,818
97-901-000-000	ESSER III Cash Account	4,818	
98-931-000-000	TITLE I 2024 Accounts Payable		3,710
98-901-000-000	TITLE I 2024 Cash Account	3,710	
		88,135	**88,135**
	GRAND TOTAL	$ **721,568**	**721,568**

A PARTNERSHIP OF PROFESSIONAL CORPORATIONS

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To the Board of Education
Unified School District No. 316
Rexford, Kansas 67753

In planning and performing our audit of the financial statement of Unified School District No. 316, Rexford, Kansas, as of and for the year ended June 30, 2024, in accordance with auditing standards generally accepted in the United States of America, we considered Unified School District No. 316's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, but not for the purpose of expressing an opinion on the effectiveness of Unified School District No. 316's internal control. Accordingly, we do not express an opinion on the effectiveness of Unified School District No. 316's internal control.

Our consideration of internal control was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and, therefore, material weaknesses or significant deficiencies may exist that were not identified. In addition, because of inherent limitations in internal control, including the possibility of management override of controls, misstatements due to error or fraud may occur and not be detected by such controls. However, as discussed below, we identified a certain deficiency in internal control that we consider to be a significant deficiency.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A material weakness is a deficiency, or a combination of deficiencies in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statement will not be prevented, or detected and corrected, on a timely basis. We did not identify any deficiencies in internal control that we consider to be material weaknesses.

A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance. We consider the following deficiency in internal control to be a significant deficiency:

1. The District did not have a control implemented to ensure expenditures are properly recorded in the correct fiscal year.

This communication is intended solely for the information and use of the governing body and management of the District, others within the organization, and is not intended to be and should not be used by anyone other than these specified parties.

Mapes & Miller LLP
Certified Public Accountants
Quinter, Kansas

October 8, 2024